## FISCAL NOTE

# HB 1063 - SB 1192

February 23, 2007

**SUMMARY OF BILL:** Authorizes local governments and utility districts to create water and wastewater treatment authorities.

### **ESTIMATED FISCAL IMPACT:**

Increase Local Govt. Revenues – Exceeds \$100,000/Permissive Increase Local Govt. Expenditures – Exceeds \$100,000/Permissive

Other Fiscal Impact – Implementation of this bill may place approximately \$11,890,000 in federal funds to the state in jeopardy by removing Regional Water and Wastewater Treatment Authorities from the jurisdiction of the Tennessee Department of Environment and Conservation.

#### Assumptions:

- Any increase in revenues or expenditures by local governments is permissive.
- Local governments choosing to create such authorities will experience an increase in revenues and expenditures related to the operation of such authorities. The increases can reasonably be estimated to exceed \$100,000. However, the precise amount of such increases will be determined by the number of local governments opting to create authorities and the number of customers served by the authorities.
- Removing the Department of Environment and Conservation from oversight of water and wastewater may place up to \$11,890,000 in federal funds in jeopardy.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director